



4004

ANNUAL REPORT

OF

Name: FAIRWATER-BRANDON-ALTO TELEPHONE COMPANY

Principal Office: 201 STARK STREET
P.O. BOX 1
RANDOLPH, WI 53956

For the Year Ended: DECEMBER 31, 1996

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

SIGNATURE PAGE

I MURRAY H. GREER of
(Person responsible for accounts)

FAIRWATER-BRANDON-ALTO TELEPHONE COMPANY, certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

MURRAY H. GREER 05/01/1997
(Person responsible for accounts) (Date)

VICE PRESIDENT AND CONTROLLER
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
 CO	.....	Central Office
 Depr	.....	Depreciation
 Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
 FOY	.....	First of Year
 Info	.....	Information
ITC	.....	Investment Tax Credit
 Misc	.....	Miscellaneous
 Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
 Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
 Prop	.....	Property
 Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
 Svcs	.....	Services
 Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
 Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: FAIRWATER-BRANDON-ALTO TELEPHONE COMPANY
Utility Location: 201 STARK STREET
P.O. BOX 1
RANDOLPH, WI 53956

Utility Web Site Address:

When was utility organized?: 01/01/1909

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR CLAY BAILEY
Title: DIRECTOR OF REGULATORY AFFAIRS

Office Address: P.O. BOX 111
LA CROSSE, WI 54602-0111

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5405
Email Address: DBRAUND@CTENET.COM

Individual or firm, if other than utility employee, preparing this report

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR CLAY BAILEY
Title: DIRECTOR OF REGULATORY AFFAIRS

Office Address: P.O. BOX 111
LA CROSSE, WI 54602-0111

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5405
Email Address: DBRAUND@CTENET.COM

Person responsible for statistical information contained in report

Name: MR CLAY BAILEY
Title: DIRECTOR OF REGULATORY AFFAIRS

Office Address: P.O. BOX 111
LA CROSSE, WI 54602-0111

Fax Number: (608) 799 - 5437 EXT
Telephone Number: (608) 796 - 5405
Email Address: DBRAUND@CTENET.COM

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name:	PECOCO, INC.	T
Address:	201 STARK STREET PO BOX 1 RANDOLPH, WI 53956	
Number of Shares Held:	1,168	
Beneficial Owner:	NONE	

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name:
Form of Interest:
Extent Of Interest:

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	1,216,270	1,188,228	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	172,790	140,480	2
Plant Nonspecific Operations Expense	299,281	294,367	3
Customer Operations Expense (6610-6620)	92,058	81,047	4
Corporate Operations Expense (6710-6790)	400,917	365,061	5
Other Operating Income and Expense (7100)	1,546	991	6
Operating Taxes (7200)	121,469	138,623	7
Total Operating Expenses	1,084,969	1,018,587	8
Net Operating Income	131,301	169,641	9
Other Income			
Nonoperating Income and Expense (7300)	25,638	27,894	10
Nonoperating Taxes (7400)	(8,455)	(7,487)	11
Interest and Related Items (7500)	66,385	68,569	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	4,657	8,578	14
Total Nonoperating Income	(27,635)	(24,610)	15
Net Income	103,666	145,031	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

PENSION PLAN - COMPANY PARTICIPATES IN THE NTCA SAVINGS PLAN USING THE DEFINED CONTRIBUTION OPTION.

UNBILLED REVENUES - TOLL/ACCESS REVENUES WHICH ARE UNBILLED AT THE END OF THE YEAR ARE ACCRUED IN THE PERIOD EARNED AND APPROXIMATE ACTUAL REVENUE BILLED AND RECEIVED AT A LATER DATE.

DEPRECIATION - BOOK DEPRECIATION IS RECORDED ON THE STRAIGHT LINE METHOD. TAX DEPRECIATION IS RECORDED ON A DEFERRED BASIS DUE TO ACCELERATED DEPRECIATION METHODS BEING USED FOR TAX PURPOSES.

INCOME TAXES - INCOME TAXES ARE RECORDED ON A SEPARATE CORPORATION BASIS FOR BOOK PURPOSES. FOR FEDERAL INCOME TAX PURPOSES THE COMPANY IS INCLUDED IN A CONSOLIDATED RETURN WITH PECOCO, INC. AND SUBSIDIARIES.

2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.
-

3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	726,198	603,378	1
Cash (1130)		0	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)		0	4
Temporary Investments (1160)		0	5
TOTAL CASH AND EQUIVALENTS	726,198	603,378	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	76,033	81,662	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	76,033	81,662	
Other Accounts Receivable (1190)*	131,660	129,388	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	131,660	129,388	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	0	0	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	207,693	211,050	
SUPPLIES			
Inventories (1220)*	11,952	10,261	13
TOTAL SUPPLIES	11,952	10,261	
PREPAYMENTS			
Total Prepayments (1280)*	17,583	19,551	14
Prepaid Rents (1290)		0	15
Prepaid Taxes (1300)		0	16
Prepaid Insurance (1310)		0	17
Prepaid Directory Expenses (1320)		0	18
Other Prepayments (1330)		0	19
TOTAL PREPAYMENTS	17,583	19,551	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	455	708	20
TOTAL OTHER CURRENT ASSETS	455	708	
TOTAL CURRENT ASSETS	963,881	844,948	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
Investments in Nonaffiliated Companies (1402)*	0	244,918	22
Nonregulated Investments (1406)*	3,182	405	23
Unamortized Debt Issuance Expense (1407)*	3,457	3,546	24
Sinking Funds (1408)*	0	0	25

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	0	14,356	26
TOTAL INVESTMENTS	6,639	263,225	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	17,978	28
Deferred Charges (1439)*	0	0	29
TOTAL DEFERRED CHARGES	0	17,978	
TOTAL NONCURRENT ASSETS	6,639	281,203	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	3,384,400	3,245,145	30
Less: Accumulated Depreciation (3100)*	1,922,177	1,713,781	31
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	33
Less: Accumulated Amortization--Intangible (3500)*	0	0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	1,462,223	1,531,364	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	37
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	730	32,704	39
TOTAL TPUC	730	32,704	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	40
Less: Accumulated Amortization--Other (3600)*	0	0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	1,462,953	1,564,068	
TOTAL ASSETS AND OTHER DEBITS*	2,433,473	2,690,219	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	192,951	265,802	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	0	0	3
Customer Deposits (4040)*	0	0	4
Current Maturities--Long-Term Debt (4050)*	52,116	52,500	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	0	24,865	7
Other Taxes--Accrued (4080)*	0	0	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	14,816	13,976	11
Other Current Liabilities (4130)*	0	0	12
TOTAL CURRENT LIABILITIES*	259,883	357,143	
LONG-TERM DEBT			
Funded Debt (4210)*	1,255,594	1,307,722	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	1,255,594	1,307,722	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	0	0	20
Unamortized Operating ITC--Net (4320)*	0	3,773	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	157,924	160,541	23
Net Deferred Tax Liability Adjustments (4341)*	0	4,638	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(1,656)	(2,808)	25
Other Deferred Credits (4360)*	181	0	26
Deferred Tax Regulatory Liability (4361)*	0	2,463	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	156,449	168,607	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	29,200	29,200	28
Additional Paid-in Capital (4520)*	0	0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	277	0	31
Retained Earnings (4550)*	732,070	827,547	32
TOTAL STOCKHOLDERS' EQUITY*	761,547	856,747	
TOTAL LIABILITIES AND OTHER CREDITS*	2,433,473	2,690,219	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	103,666	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	279,065	2
Interest during construction	0	3
Changes in assets and liabilities:		
Current assets (net)	3,887	4
Other noncurrent assets	32,244	5
Other current liabilities	(96,876)	6
Other liabilities and deferred credits	(12,158)	7
Other (specify):		
TOTAL ADJUSTMENTS	206,162	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	309,828	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(177,950)	8
Investments in affiliated companies	0	9
Nonoperating Investments	242,141	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	64,191	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(52,333)	12
Net changes in stockholder equity other than retained earnings	277	13
Change in short term borrowing (net)	0	14
Dividends paid	(199,144)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(251,200)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	122,819	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

-
1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

NONE

2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

NONE

3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

NONE

4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

NONE

5. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

NONE

6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

NONE

7. Changes in articles of incorporation or amendments to charter.

NONE

8. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

FAIRWATER-BRANDON-ALTO TELEPHONE COMPANY CHANGED ITS NAME TO CENTURY TELEPHONE OF FAIRWATER-BRANDON-ALTO, INC. ON JANUARY 17, 1997. THE PARENT COMPANY, PECOCO, INC., BECAME A WHOLLY-OWNED SUBSIDIARY OF CENTURY TELEPHONE ENTERPRISES, INC. ON JANUARY 17, 1997.

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Cable Layers, Inc.	CLI	1
Other	OTH	2
Peoples Broadband Communications Systems, Inc.	PBB	3
Pecoco, Inc.	PEC	4
The Peoples Telephone Company	PTC	5

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	1910-AT-102	1910-AT-102	1910-AT-102	1910-AT-102	
Name of Affiliate	CLI	CLI	PBB	PEC	1
Designate whether billed to or from:	FROM	TO	TO	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Revenues					4
Expenses:					
Plant Specific Operations Expense	720			10,548	5
Plant Nonspecific Operations Expense					6
Customer Operations Expense				203	7
Corporate Operations Expense	338			35,831	8
Total Operating Expenses	1,058	0	0	46,582	9
Other:					
Plant Accounts	54,481				10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing				1,847	13
All Other		35,280	17,074		14
Total	55,539	35,280	17,074	48,429	15
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings	16.94			11.94	17
Footnotes					

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	1910-AT-102	1910-AT-102	1910-AT-102		
Name of Affiliate	PEC	PTC	PTC		1
Designate whether billed to or from:	TO	FROM	TO		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C		3
Revenues		0	228		4
Expenses:					
Plant Specific Operations Expense		44,964			5
Plant Nonspecific Operations Expense		9,071			6
Customer Operations Expense		61,542			7
Corporate Operations Expense		252,855			8
Total Operating Expenses	0	368,432	0	0	9
Other:					
Plant Accounts		6,560			10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing		27,201			13
All Other	17,260	5,237	117,565		14
Total	17,260	407,430	117,793	0	15
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings		15.10			17
Footnotes					

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
Cable Layers, Inc.	1190	2,940	1
Peoples Broadband Communications Systems, Inc.	1190	1,173	2
Pecoco, Inc.	1190	16,960	3
The Peoples Telephone Company	1190	15,177	4
Cable Layers, Inc.	4010	550	5
Pecoco, Inc.	4010	15,154	6
The Peoples Telephone Company	4010	52,930	7

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off	0	1
Uncollectibles written off during the year	0	2
Net write offs during the year	0	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)
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NONE

Total				<u><u>0</u></u>	<u><u>0</u></u>	1
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INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	0	1
Other:		
Total Investments in Nonaffiliated Companies	0	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
LEASED STATION EQUIPMENT	399	1
LEASED STATION KEY EQUIPMENT	160	2
NONREGULATED INVENTORY	2,623	3
NONREGULATED SPECIAL CIRCUIT EQUIPMENT	0	4

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)
NONE	
Total	0

1

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	21,863		1
Motor Vehicles	2112	57,408		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	42,092		6
Buildings	2121	595,039		7
Furniture	2122	29,159		8
Office Equipment	2123	12,374	535	9
General Purpose Computers	2124	47,518		10
TOTAL--GENERAL SUPPORT ASSETS:		805,453	535	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	898,172	35,884	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	38,856	4,723	16
TOTAL--CENTRAL OFFICE ASSETS:		937,028	40,607	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	366		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	11,936		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		12,302	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	0		22
Aerial Cable	2421	317	0	23
Underground Cable	2422	0	0	24
Buried Cable	2423	1,489,475	151,520	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0		29
Conduit Systems	2441	0		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		1,489,792	151,520	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			21,863	1
2112	1,827		55,581	2
2113			0	3
2114			0	4
2115			0	5
2116			42,092	6
2121			595,039	7
2122	5,525		23,634	8
2123	0	0	12,909	9
2124			47,518	10
	7,352	0	798,636	
2211			0	11
2212	0	0	934,056	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	43,579	16
	0	0	977,635	
2311			366	17
2321			0	18
2341			0	19
2351			11,936	20
2362			0	21
	0	0	12,302	
2411			0	22
2421	0	0	317	23
2422	0	0	0	24
2423	45,485	0	1,595,510	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			0	30
	45,485	0	1,595,827	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	569	33
TOTAL--AMORTIZABLE ASSETS:		569	0
TOTAL TELECOM. PLANT IN SERVICE	2001	3,245,144	192,662
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690	569		0	33
	569	0	0	
	53,406	0	3,384,400	
2001			4,565	34
			3,379,835	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	12,374		1 A
Company Communications Equipment	2123.2	0	535	2 B
Software	2212.1	115,467	2,160	3
Digital Switching - Central Office	2212.2	782,705	33,724	4
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	38,856	4,723	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	317		13 L
Aerial Cable - Metallic	2421.2	0		14 M
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	1,489,475		17 N
Buried Cable - Metallic	2423.2	0	151,520	18 O
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1		(12,374)	0	1 A
2123.2		12,374	12,909	2 B
2212.1			117,627	3
2212.2			816,429	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			43,579	10
2232.2			0	11
2232.3			0	12
2421.1		(317)	0	13 L
2421.2		317	317	14 M
2422.1			0	15
2422.2			0	16
2423.1		(1,489,475)	0	17 N
2423.2	45,485	1,489,475	1,595,510	18 O
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	37,856		6,003		1 E
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	42,092	10.0			5
Buildings	2121	181,262	3.33	19,815		6
Furniture	2122	27,522	7.14	1,638		7
Office Equipment	2123	12,374		535		8
General Purpose Computers	2124	38,249		9,270		9 F
Total-- GENERAL SUPPORT ASSETS		339,355		37,261		0
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	416,906		145,316		11
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	0				14
Circuit Equipment	2232	29,202		1,448		15
Total-- CENTRAL OFFICE ASSETS		446,108		146,764		0
INFORMATION ORIG/TERM ASSETS						
Station Apparatus	2311	366	9.09			16
Customer Premises Wiring	2321	0				17
Large Private Branch Exchanges	2341	0				18
Public Telephone Terminal Equipment	2351	10,421	12.5	1,492		19
Other Terminal Equipment	2362	0				20
Total-- INFORMATION ORIG/TERM ASSETS		10,787		1,492		0
CABLE WIRE FACILITIES ASSETS						
Poles	2411	0				21
Aerial Cable	2421	8		16		22
Underground Cable	2422	0				23
Buried Cable	2423	917,524		75,699		24
Submarine Cable	2424	0				25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	0				28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	0			29
Total-- CABLE WIRE FACILITIES ASSETS		917,532		75,715	0
Total Accumulated Depreciation	3100	1,713,782		261,232	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100					
Columns e, f and I					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	1,827				42,032	1 E
2113					0	2
2114					0	3
2115					0	4
2116					42,092	5
2121					201,077	6
2122	5,525				23,635	7
2123	0			0	12,909	8
2124					47,519	9 F
	7,352	0	0	0	369,264	
2211					0	10
2212	0				562,222	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				30,650	15
	0	0	0	0	592,872	
2311					366	16
2321					0	17
2341					0	18
2351					11,913	19
2362					0	20
	0	0	0	0	12,279	
2411					0	21
2421	0			0	24	22
2422	0				0	23
2423	45,485			0	947,738	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					0	29
	45,485	0	0	0	947,762	
3100	52,837	0	0	0	1,922,177	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	12,374				1 C
Company Communications Equipment	2123.2	0	16.67	535		2 D
Software	2212.1	54,412	33.33	39,145		3
Digital Switching - Central Office	2212.2	362,494	13.4	106,171		4
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	29,202	9.5	1,448		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	8	5.0			13 P
Aerial Cable - Metallic	2421.2	0	5.0	16		14 Q
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	917,524	5.0			17 R
Buried Cable - Metallic	2423.2	0	5.0	75,699		18 S
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1				(12,374)	0	1 C
2123.2				12,374	12,909	2 D
2212.1					93,557	3
2212.2					468,665	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1					30,650	10
2232.2					0	11
2232.3					0	12
2421.1				(8)	0	13 P
2421.2				8	24	14 Q
2422.1					0	15
2422.2					0	16
2423.1				(917,524)	0	17 R
2423.2	45,485			917,524	947,738	18 S
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(161,584)	5
Net Deferred Tax Liability Adjustments (4341)	0	6
Deferred Tax Regulatory Liability (4361)	0	7
Net Property Related Deferred Operating Income Taxes	(161,584)	
Less: Allocation to Nonregulated Activity		8
Net Regulated Total Property Related Deferred Operating Income Taxes	(161,584)	
NONPROPERTY RELATED		
Other Current Assets (1350)	253	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	1,043	13
Net Deferred Tax Liability Adjustments (4341)	(4,638)	14
Deferred Tax Regulatory Liability (4361)	(2,463)	15
Total Nonproperty Related Deferred Operating Income Taxes	(5,805)	

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250				0	1
7250				0	2
				0	3
7250				0	4
7250	(1,098)			(162,682)	5
				0	6
				0	7
	(1,098)	0	0	(162,682)	
				0	8
	(1,098)	0	0	(162,682)	
7250	(253)			0	9
7250				0	10
				0	11
7250				0	12
7250	3,715			4,758	13
	4,638			0	14
	2,463			0	15
	10,563	0	0	4,758	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)
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NONE

Total Notes Payable	<u><u>0</u></u>	1
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LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
REA - 2%	09/14/1962	09/14/1997	2.0000	1
REA - 5%	09/10/1975-07/07/1986	09/10/2010-07/07/2021	5.0000	2
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
2.0000			0	7,785	7,785	1
5.0000			1,255,594	44,331	1,299,925	2
	0	0	1,255,594	52,116	1,307,710	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
COMMON STOCK:			
COMMON STOCK	2,000	25.00	1
TOTAL COMMON STOCK	2,000		
TOTAL	<u>2,000</u>		

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares	Amount	Shares	Amount	
	(e)	(f)	(g)	(h)	
COMMON STOCK:					
COMMON STOCK	1,168	29,200			1
	1,168	29,200	0	0	
TOTAL	<u>1,168</u>	<u>29,200</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	827,548	721,935	1
Changes:			
Balance Transferred from Income	103,666	145,033	2
Dividends Declared:			
Common	199,144	39,420	3
Preferred		0	4
Total Dividends Declared	199,144	39,420	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	<u>732,070</u>	<u>827,548</u>	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	72,444	12,600	34,440	1
Nonoperating Taxes (Accts. 7410 - 7450)		41	(8,496)	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		780	3,932	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
TOTAL	<u>72,444</u>	<u>13,421</u>	<u>29,876</u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
1,985					121,469	1
					(8,455)	2
					0	3
					4,712	4
					0	5
					0	6
				16,085	16,085	7
				253	253	8
				280	280	9
1,985	0	0	0	16,618	134,344	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	546,459	512,232	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	546,459	512,232	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	54,271	52,057	11
Switched Access Revenue (5082)*	282,509	298,721	12
Special Access Revenue (5083)*	5,730	4,476	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	342,510	355,254	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	215,294	197,280	15
Special Access Revenue (5084.3)*	25,163	15,353	16 G
TOTAL INTRASTATE ACCESS REVENUES (5084)	240,457	212,633	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	0	0	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	0	0	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	19,645	17,534	30
Rent Revenue (5240)*	12	12	31
Corporate Operations Revenue (5250)*	228	112	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	12,678	11,803	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	12,678	11,803	
Interstate Billing and Collection Revenue*	15,192	19,219	39
Intrastate Billing and Collection Revenue*	40,256	61,415	40 H
Total Carrier Billing and Collection Revenue (5270)*	55,448	80,634	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	88,011	110,095	
GROSS OPERATING REVENUES	1,217,437	1,190,214	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	1,167	1,986	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	1,167	1,986	
TOTAL OPERATING REVENUES	1,216,270	1,188,228	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	6,324	6,121	740	1
Less: Nonregulated		0		2
Net Regulated	6,324	6,121	740	3
Total General Support Expense (6120)	50,754	51,863	2,629	4
Less: Nonregulated		0		5
Net Regulated	50,754	51,863	2,629	6
Total Central Office Switching Expense (6210)	46,152	70,844	19,084	7
Less: Nonregulated		0		8
Net Regulated	46,152	70,844	19,084	9
Total Operator Systems Expense (6220)		0	0	10
Less: Nonregulated		0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	3,685	531	268	13
Less: Nonregulated		0		14
Net Regulated	3,685	531	268	15
Total Information Orig. / Term. Expense (6310)	882	1,204	572	16
Less: Nonregulated		0		17
Net Regulated	882	1,204	572	18
Total Cable and Wire Fac. Expense (6410)	32,683	42,227	24,267	19
Less: Nonregulated		0		20
Net Regulated	32,683	42,227	24,267	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	140,480	172,790	47,560	
Less: Nonregulated	0	0	0	
Net Regulated	140,480	172,790	47,560	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0	338	22
Less: Nonregulated		0		23
Net Regulated	0	0	338	24
Total Network Operations Expense (6530)	23,616	20,216	7,096	25
Less: Nonregulated		0		26
Net Regulated	23,616	20,216	7,096	27
Access Expense (6540)		0		28
Less: Nonregulated		0		29
Net Regulated	0	0	0	30
Total Depreciation and Amortization Expense (6560)	270,751	279,065		31
Less: Nonregulated		0		32
Net Regulated	270,751	279,065		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	294,367	299,281	7,434	
Less: Nonregulated	0	0	0	
Net Regulated	294,367	299,281	7,434	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	486		13,333	(8,438)	1
	486	0	13,333	(8,438)	2
6120	1,454	38,940	8,840		3
	1,454	38,940	8,840	0	4
6210	10,165		41,595		5
	10,165	0	41,595	0	6
6220	0		0		7
	0	0	0	0	8 I
6230	179		84		9
	179	0	84	0	10
6310	300		332		11
	300	0	332	0	12
6410	13,058		22,696	(17,794)	13
	13,058	0	22,696	(17,794)	14
	25,642	38,940	86,880	(26,232)	15
	0	0	0	0	16
	25,642	38,940	86,880	(26,232)	17
6510	200	0	92	(630)	18
	200		92	(630)	19
6530	3,088		10,451	(419)	20 J
	3,088	0	10,451	(419)	21
6540					22
	0	0	0	0	23
6560			279,065		24
			279,065		25
	3,288	0	289,608	(1,049)	26
	0	0	0	0	27
	3,288	0	289,608	(1,049)	28

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
CUSTOMER OPERATIONS EXPENSE				
Total Marketing (6610)	6,992	22,223	6,383	34
Less: Nonregulated		0		35 K
Net Regulated	6,992	22,223	6,383	36
Total Services (6620)	74,055	69,835	29,770	37
Less: Nonregulated		0		38
Net Regulated	74,055	69,835	29,770	39
TOTAL CUSTOMER OPERATIONS EXPENSE	81,047	92,058	36,153	
Less: Nonregulated	0	0	0	
Net Regulated	81,047	92,058	36,153	
CORPORATE OPERATIONS EXPENSE				
Total Exec. and Planning (6710)	176,351	207,118	116,834	40
Less: Nonregulated		0		41
Net Regulated	176,351	207,118	116,834	42
Total General and Administrative (6720)	188,710	193,799	49,625	43
Less: Nonregulated		0		44
Net Regulated	188,710	193,799	49,625	45
Provision for Uncollectible Notes Receiv. (6790)		0		46
Less: Nonregulated		0		47
Net Regulated	0	0		48
TOTAL CORPORATE OPERATIONS EXPENSE	365,061	400,917	166,459	
Less: Nonregulated	0	0	0	
Net Regulated	365,061	400,917	166,459	
TOTAL EXPENSES	880,955	965,046	257,606	
Less: Nonregulated	0	0	0	
Net Regulated	880,955	965,046	257,606	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610	2,661		13,179		34
	2,661	0	13,179	0	35 K 36
6620	12,895		27,170		37
	12,895		27,170	0	38 39
	15,556	0	40,349	0	
	0	0	0	0	
	15,556	0	40,349	0	
6710	33,777		56,507		40
	33,777		56,507	0	41 42
6720	16,982		146,430	(19,238)	43
	16,982		146,430	(19,238)	44 45
6790					46
			0		47 48
	50,759	0	202,937	(19,238)	
	0	0	0	0	
	50,759	0	202,937	(19,238)	
	95,245	38,940	619,774	(46,519)	
	0	0	0	0	
	95,245	38,940	619,774	(46,519)	

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)		0		1
Provisioning Expense (6512)	0	0	338	2
Total: Reported in Account 6510	0	0	338	
Depreciat. Exp.--Tele. Plant in Service (6561)	270,751	279,065		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0		4
Amortization Expense--Tangible (6563)		0		5
Amortization Expense--Intangible (6564)		0		6
Amortization Expense--Other (6565)		0		7
Total: Reported in Account 6560	270,751	279,065		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512	200		92	(630)	2
	200		92	(630)	
6561			279,065		3
6562					4
6563					5
6564					6
6565					7
			279,065		

OUT-OF-STATE OPERATING REVENUES

1. This schedule is to be completed only by those companies having out-of-state revenues. For the purpose of completing this schedule, and for PSCW use in calculating Wisconsin remainder assessment revenues, out-of-state revenues are specifically defined in headnote 2.
2. Out-of-state revenues are those derived exclusively from communications physically originating outside of Wisconsin. Out-of-state revenues do not include a) access revenues from "inbound" communications originating outside the state, or b) revenues from communications originating in Wisconsin and terminating outside the state, or c) revenues allocable to Wisconsin-based facilities used for communications originating and terminating outside of the state.

Description (a)	This Year (b)	
Out-of-state operating revenues		1
Less: current year write-offs of uncollectible accounts - out-of-state utility customers only		2
Plus: current year collection of out-of-state utility customer accounts previously written off		3
Net out-of-state operating revenues	0	

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*	0	0	1
Return from Nonregulated Use of Regulated Facilities (7130)*	0	0	2
Gains and (Losses) from Foreign Exchange (7140)		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)		0	4
Other Operating Gains and (Losses) (7160)*	1,546	991	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	1,546	991	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(3,773)	(9,100)	6
Operating Federal Income Taxes (7220)*	45,805	66,416	7
Operating State and Local Income Taxes (7230)*	14,473	15,966	8
Operating Other Taxes (7240)*	74,429	71,382	9
Provision for Deferred Operating Income Taxes--Net (7250)*	(9,465)	(6,041)	10
TOTAL OPERATING TAXES (7200)*	121,469	138,623	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	0	0	11
Interest Income (7320)*	25,978	28,219	12
Income from Sinking and Other Funds (7330)*	0	0	13
Allowance for Funds Used During Construction (7340)*	0	0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*	0	0	15
Other Nonoperating Income (7360)*	279	0	16
Special Charges (7370)*	619	325	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	25,638	27,894	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	(8,496)	(7,897)	19
Nonoperating State and Local Income Taxes (7430)*	41	410	20
Nonoperating Other Taxes (7440)*	0	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	0	0	22
TOTAL NONOPERATING TAXES (7400)*	(8,455)	(7,487)	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	66,295	68,479	23
Interest Expense--Capital Leases (7520)*	0	0	24
Amortization of Debt Issuance Expense (7530)*	90	90	25
Other Interest Deductions (7540)*	0	0	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	66,385	68,569	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*	0	0	27
Extraordinary Income Credits (7610)		0	28
Extraordinary Income Charges (7620)		0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)		0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)		0	31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	4,657	8,578	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	23,488	1
Less: Cost of Goods Sold	2,356	2
Net Sales	21,132	3
Expenses (Acct. 7990.2)	16,475	4
Nonregulated Net Income	<u>4,657</u>	5

List the type of nonregulated activities that company is involved in:

LEASE, SALE AND REPAIR OF STATION EQUIPMENT AND CUSTOMER PREMISE WIRING.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	257,606	1
Nonregulated Expense	3,987	2
Plant Accounts	5,642	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	138,050	5
Total Salaries and Wages	405,285	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	1.00	1.00	55,583	1
Supervision and Other Management			0	2
Other Employees	4.00	4.00	132,590	3
Total	5.00	5.00	188,173	

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	1.00	1.00	55,583	1
Supervision and Other Management			0	2
Other Employees	4.00	4.00	132,590	3
Total	5.00	5.00	188,173	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	68	339	1
Extended Area Service	35	134	2
Extended Community Calling	25	109	3
Other Local-Undefined			4
Total Local	128	582	
TOLL			
Operator Handled: State--intraLATA	0	1	5
Operator Handled: State--interLATA	0	1	6
Operator Handled: Interstate	0	1	7
Customer Dialed: State--intraLATA	15	53	8
Customer Dialed: State--interLATA	32	109	9
Customer Dialed: Interstate	22	75	10
WATS	0	0	11
Other Toll-Undefined	0	0	12
Total Toll	69	240	
Total Local & Toll	197	822	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	0	0	0	0	1
Feature Group A -- Term.	12	7	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	74	0	0	0	4
Feature Group C -- Orig.	0	0	494	0	5
Feature Group C -- Term.	0	0	412	0	6
Feature Group D -- Orig.	895	1,354	147	0	7
Feature Group D -- Term.	874	1,083	1	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	161	2
Sheath miles of plant - fiber optics	0	3
Strand miles of plant - fiber optics	0	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	0	13	1
56 kbps	2	4	2
64 kbps (DS0)	1	1	3
1.54 Mbps (DS-1)	1	1	4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	161	2
Sheath miles of plant - fiber optics	0	3
Strand miles of plant - fiber optics	0	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	0	13	1
56 kbps	2	4	2
64 kbps (DS0)	1	1	3
1.54 Mbps (DS-1)	1	1	4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	130	130	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	0		6
Centrex Trunks	0		7
Centrex Lines	0	16	8
Key System Trunks	37	40	9
Mobile (Utility Provided Service)	0		10
Paging (Utility Provided Service)	0		11
FX-Out (Switched)	0		12
Pay Telephone			13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public	4	5	16
- Semi-Public	7	6	17
- Cust. Owned	1	1	18
Other	0		19
Total Business Lines	179	198	20
Residential (Incl. Emp. Concess.)			
1 Party	1,020	1,040	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
Total Residential Lines	1,020	1,040	27
Total Bus & Res Lines	1,199	1,238	28
Company Used Lines	34	36	29
Total Lines Used	1,233	1,274	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	0		3
WATS Lines - 800 Service	0		4
FX-In-intraLATA	9	9	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	0	42	7
Special Access-interLATA			8
(expressed in equiv. access lines)	25	27	9
Feature Group A Lines	0		10
Feature Group B Trunks	0		11
Feature Group C Trunks	0		12
Feature Group D Trunks	65	72	13
TSPS - Trunks	7	7	14
EAS - Trunks	30	48	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	0		18
Customers			
Business - 2 Party Customers	0		20
Business - 4 Party Customers	0		21
Residential - 2 Party Customers	0		22
Residential - 4 Party Customers	0		23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)	2,439,122	2,585,764	27
Total Company Square Miles	73	73	28
Total Company Route Miles	266	266	29
Footnotes			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0690				1
Business					2
1 Party	130				3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines	16				8
Key System Trunks	40				9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	5				16
- Semi-Public	6				17
- Cust. Owned	1				18
Other					19
Total Business Lines	198	0	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	1,040				22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	1,040	0	0	0	27
Total Bus & Res Lines	1,238	0	0	0	28
Company Used Lines	36				29
Total Lines Used	1,274	0	0	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0690				1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA	9				5
Special Access-intraLATA					6
(equiv. access lines)	42				7
Special Access-interLATA					8
(equiv. access lines)	27				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	72				13
TSPS - Trunks	7				14
EAS - Trunks	48				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,585,764				27
Exchange Square Miles	73				28
Exchange Route Miles	266				29
Footnotes					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Nippon Electric	NEC	5
Northern Telecom	NTI	6
Siemens	SI	7
Stromberg-Carlson	SC	8
VIDAR	VI	9

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

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Electronic--Digital	D	3
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CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	BRANDON				1
PSCW Exchange ID	0690				2
Central Office Name	BRANDON				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	SC				5
Year COE Installed	1987				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	S				8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID					10
COE Generic Software Release No.	19				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	1,274				14
- Equipped	1,398				15
- Wired	1,398				16
Trunks - In Use	127				17
- Equipped	240				18
- Wired	480				19
ISDN Available?	No				20
ISDN Lines - In Use (BRI)					21
- In Use (PRI)					22
Switched 56 Service?	No				23
Switched 56 lines in use					24
Digital Transmission Facilities: DS-1 - In Use	2				25
DS-3 - In Use	0				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	No				31
- In Use (# lines) ¹					32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0				33
No. of fiber strands working (LIT) in C.O.	0				34
No. of fiber strands for interoffice use	0				35
Miles of fiber sheath in wire center	0				36
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE				37
- PSCW C.O. ID	3420-01				38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	No				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

- A) PAGE 25, LINE 1: (\$12,374) RECLASS FOY FROM 2123.1 TO 2123.2.
- B) PAGE 25, LINE 2: \$12,374 RECLASS FOY FROM 2123.1 TO 2123.2.
- C) PAGE 29, LINE 1: (\$12,374) RECLASS FOY FROM 2123.1 TO 2123.2.
- D) PAGE 29, LINE 2: \$12,374 RECLASS FOY FROM 2123.1 TO 2123.2.
- E) PAGE 26, LINE 1: DEPRECIATION IS BASED ON UNITS.
- F) PAGE 26, LINE 9: DEPRECIATION IS SUBACCOUNTED AS FOLLOWS:
 GENERAL PURPOSE COMPUTER EQUIPMENT - 20.00%
 GENERAL PURPOSE COMPUTER SOFTWARE - 33.33%
- G) PAGE 40, LINE 16: INCREASE DUE TO PRIOR PERIOD ADJUSTMENT OF SPECIAL
 CIRCUIT BILLINGS.
- H) PAGE 40, LINE 40: DECREASE DUE TO DECLINE IN B&C BILLING SERVICES FOR
 AT&T.
- I) PAGE 41, LINE 7: INCREASE DUE TO ADDITION OF SS7 AND APPLICATION SOFTWARE.
- J) PAGE 41, LINE 19: INCREASE DUE TO BURIED CABLE PREVENTATIVE MAINTENANCE,
 NID INSTALLATION, AND CAD MAPPING.
- K) PAGE 41, LINE 34: INCREASE DUE TO TELEMARKETING TRAINING AND PROMOTION.
- L) PAGE 25, LINE 13: (\$317) RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.
- M) PAGE 25, LINE 14: \$317 RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.
- N) PAGE 25, LINE 17: (\$1,489,475) RECLASS FOY BALANCE FROM 2423.1 TO 2423.2.
- O) PAGE 25, LINE 18: \$1,489,475 RECLASS FOY BALANCE FROM 2423.1 TO 2423.2.
- P) PAGE 29, LINE 13: (\$8) RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.
- Q) PAGE 29, LINE 14: \$8 RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.
- R) PAGE 29, LINE 17: (\$917,524) RECLASS FOY BALANCE FROM 2423.1 TO 2423.2.
- S) PAGE 29, LINE 18: \$917,524 RECLASS FOY BALANCE FROM 2423.1 TO 2423.2.
- T) FAIRWATER-BRANDON-ALTO TELEPHONE COMPANY CHANGED ITS NAME TO CENTURY
 TELEPHONE OF FAIRWATER-BRANDON-ALTO, INC. ON JANUARY 17, 1997. THE PARENT
 COMPANY, PECOCO, INC., BECAME A WHOLLY-OWNED SUBSIDIARY OF CENTURY
 TELEPHONE ENTERPRISES, INC. ON JANUARY 17, 1997.